

**From:** [Chambliss, Cody](#)  
**To:** [Kenefick-Aschoff, Paul](#)  
**Subject:** FW: [EXT] Banghart Properties Final  
**Date:** Monday, January 23, 2023 3:45:56 PM

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**From:** Beran, Bob <beran@danacole.com>  
**Sent:** Monday, June 6, 2022 9:22 AM  
**To:** Chambliss, Cody <Cody.Chambliss@state.sd.us>  
**Cc:** Jan Banghart <jan@banghartproperties.com>  
**Subject:** [EXT] Banghart Properties Final

Cody:

Below is our response to your inquiry on April 11. We were awaiting the appeal of the Nebraska penalty but that is taking quite some time.

- Our office reviewed the financial statements which means providing limited assurance of no material modifications to the financial statements reported upon. We applied analytical review and made inquiries of the management, Mrs. Banghart.
- Per discussions with Jan Banghart, appeals are ongoing. She stated it will be another 30-60 day at the end of April and now stated the appeal will be filed this week June 9, 2022 by the attorney for the LLC and considered by Nebraska. A response and or changes to the financial statement - liabilities and subsequent events - will be considered and reissued. At the time of issuance, we were unaware that Nebraska had made the determination and this was not disclosed to us. We were told it was pending.
- The interest expense not materially incorrect. The line of credit was accessed during the year for a few days at a time and repaid with the first available deposits. Interest was paid each month for the number of days borrowed. The amount of \$ [REDACTED] was borrowed for 32 days and \$ [REDACTED] was borrowed for 11 days and [REDACTED] borrowed for 11 days through the end of the year and interest was paid on this each month. There could have been [REDACTED] of interest accrued but we passed on making the entry as it was not considered a material amount to the financial statement.
- Equity in futures contracts does not pertain to these financial statements.

Bob Beran  
Dana F. Cole & Company, LLP  
503 W 3<sup>rd</sup> St.

Grand Island, NE 68801  
Phone: 308-382-3400  
Fax: 308-382-7644  
[beran@danacole.com](mailto:beran@danacole.com)

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**From:** Chambliss, Cody <[Cody.Chambliss@state.sd.us](mailto:Cody.Chambliss@state.sd.us)>  
**Sent:** Tuesday, May 24, 2022 10:35 AM  
**To:** Beran, Bob <[beran@danacole.com](mailto:beran@danacole.com)>  
**Cc:** Kenefick-Aschoff, Paul <[Paul.Kenefick-Aschoff@state.sd.us](mailto:Paul.Kenefick-Aschoff@state.sd.us)>; Jan Banghart <[jan@banghartproperties.com](mailto:jan@banghartproperties.com)>  
**Subject:** RE: Banghart Properties Final

Bob,

We still haven't received a response to the below questions. Without a response we cannot process Banghart Properties current grain buyer application.

Cody Chambliss  
South Dakota Public Utilities Commission  
Grain Warehouse Program Manager  
605-773-5278

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**From:** Beran, Bob <[beran@danacole.com](mailto:beran@danacole.com)>  
**Sent:** Tuesday, April 12, 2022 8:49 AM  
**To:** Chambliss, Cody <[Cody.Chambliss@state.sd.us](mailto:Cody.Chambliss@state.sd.us)>  
**Cc:** Kenefick-Aschoff, Paul <[Paul.Kenefick-Aschoff@state.sd.us](mailto:Paul.Kenefick-Aschoff@state.sd.us)>; Jan Banghart <[jan@banghartproperties.com](mailto:jan@banghartproperties.com)>  
**Subject:** RE: [EXT] Banghart Properties Final

Cody:

Thank you for the email. I will reply to your inquiry today.

Bob

Bob

Robert C. Beran, CPA | DANA F. COLE & COMPANY, LLP

503 West 3rd Street | Grand Island, NE 68801

Email [beran@danacole.com](mailto:beran@danacole.com) | Phone 308.382.3400 | Fax 308.382.7644 or 308-382-6836

DFC's newsletters and briefings are available to you via email. Click on our link and sign up to have timely, accurate accounting and tax information delivered to your inbox!

[www.danacole.com](http://www.danacole.com)

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Any accounting, business, or tax advice contained in this communication, including attachments and enclosures, is not intended as a thorough, in-depth analysis of specific issues, nor a substitute for a formal opinion, nor is it sufficient to avoid tax-related penalties. If desired, Dana F. Cole & Company, LLP, would be pleased to perform the requisite research and provide you with a detailed written analysis. Such an engagement may be the subject of a separate engagement letter that would define the scope and limitations of the desired consultation services.

#### Instructions to open email attachments.

We have upgraded our security email system for certain types of emails and all attachments. When receiving the secure email, click Open Message. In the register dialog box, enter a password and then confirm the password. Click Register. Open the email and download the attachment.

There is a "remember me" box and if that box is checked the password will not need to be entered each time. If this computer is shared with others, it will be best to leave the box unchecked.

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**From:** Chambliss, Cody <[Cody.Chambliss@state.sd.us](mailto:Cody.Chambliss@state.sd.us)>  
**Sent:** Monday, April 11, 2022 2:42 PM  
**To:** Beran, Bob <[beran@danacole.com](mailto:beran@danacole.com)>  
**Cc:** Kenefick-Aschoff, Paul <[Paul.Kenefick-Aschoff@state.sd.us](mailto:Paul.Kenefick-Aschoff@state.sd.us)>  
**Subject:** Banghart Properties Final  
**Importance:** High

Bob,

We received the attached reviewed financial for Banghart Properties LLC. We have some questions we would like answered regarding this financial.

1. What is the scope of a reviewed financial for your office?
  - a. Does this financial provided fit the criteria of a reviewed statement?
2. Page #3 the interest figure [REDACTED] is highlighted and on page #9 the operating loan was [REDACTED] and \$ [REDACTED] borrowed since at least September the math doesn't add up correctly.
3. Note 1 nature of business highlight, highlighted page #6 the application in Nebraska is not pending. See attachment Nebraska PSC page 26
4. Note 1 equity in future contracts, highlighted page #7 does this pertain to the provided financial?
5. Note 7 page #9 subsequent events disclosed through April 7, 2022 see attachment Nebraska

PSC page 26

- a. We strongly believe a \$290,000 penalty should be a transaction for potential recognition or disclosure which your company didn't thoroughly evaluate prior to April 7, 2022

Please let me know if you have any questions.

Thank You

Cody Chambliss  
South Dakota Public Utilities Commission  
Grain Warehouse Program Manager  
605-773-5278

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**From:** Jan Banghart <[jan@banghartproperties.com](mailto:jan@banghartproperties.com)>  
**Sent:** Thursday, April 7, 2022 5:17 PM  
**To:** Chambliss, Cody <[Cody.Chambliss@state.sd.us](mailto:Cody.Chambliss@state.sd.us)>  
**Subject:** FW: [EXT] Banghart Properties Final

Hi Cody,

Here are the year-end financials that would go along with the audited financials I sent earlier.

Thanks!

Jan

Sent from [Mail](#) for Windows

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**From:** [Beran, Bob](#)  
**Sent:** Thursday, April 7, 2022 3:56 PM  
**To:** [Jan Banghart](#)  
**Subject:** FW: Banghart Properties Final

This message was sent securely using Zix<sup>®</sup>

Here is the final.